COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)
OF WEST DAVIESS COUNTY WATER) CASE NO. 2008-00133
DISTRICT)

ORDER

On April 10, 2008, West Daviess County Water District ("West Daviess") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- West Daviess purchases water from Owensboro Municipal Utilities ("Owensboro").
- 2. Owensboro notified West Daviess that, effective with its June 1, 2008 billing, Owensboro's wholesale rate to West Daviess would increase from \$1.405 per 1,000 gallons to \$1.516 per 1,000 gallons.
- 3. West Daviess proposed a purchased water adjustment factor of \$0.13 per 1,000 gallons.
- 4. During the 12 months ending March 31, 2008, West Daviess purchased 431,899,500 gallons from Owensboro, and it sold 382,375,520 gallons. The increase in the cost of purchased water is \$47,940.84, resulting in a purchased water adjustment of \$0.13 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.13 per 1,000 gallons is fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by West Daviess are approved.
- 2. The purchased water adjustment factor of \$0.13 per 1,000 gallons as calculated in Appendix A is approved.
- 3. The rates in Appendix B, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services on or after June 1, 2008.
- 4. Within 20 days of the date of this Order, West Daviess shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 30th day of April, 2008.

By the Commission

Case No. 2008-00133

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00133 DATED APRIL 30, 2008

	New Rate	Base Rate	
West Daviess County W	ater at the state of the state		
Purchases in gallons	431,899,500	431,899,500	
Volumetric rate	\$1.516/1,000	\$1.405/1,000	
	\$654,759.64	\$606,818.80	
	Increased water cost		\$47,940.84

Increased water cost \$ 47,940.84 Divided by gallons sold \$ 382,375,520

Purchased water adjustment factor \$0.13 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00133 DATED APRIL 30, 2008

The following rates and charges are prescribed for the customers in the area served by West Daviess County Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES

Monthly Water Rates

<u>5/8" x 3/4" Meter</u>		
Customer Charge	\$1.49	Per Month
First 20,000 gallons	3.34	
Over 20,000 gallons	2.57	
Over 20,000 gailoris	2.37	rei 1,000 galloris
1" Meter		
Customer Charge	\$3.73	Per Month
First 20,000 gallons	3.34	
Over 20,000 gallons	2.57	, 0
20,000 galloris	2.07	1 Ci 1,000 galloris
<u>1 1/2" Meter</u>		
Customer Charge	\$7.46	Per Month
First 20,000 gallons	3.34	
Over 20,000 gallons	2.57	, ,
20,000 ganono	2.07	1 of 1,000 gallorio
2" Meter		
Customer Charge	\$14.93	Per Month
First 20,000 gallons	3.34	
Over 20,000 gallons	2.57	
20,000 galloris	2.07	1 Ci 1,000 galloris
PURCHASED WATER RATES:		
Owensboro Municipal Utilitie	es \$1.516	per 1,000 gallons
WHOLESALE WATER RATES:		
WHOLEOMEE WITTER TOTTES.		
McLean County Water Distri	ct \$2.26	per 1,000 gallons
Beech Grove Water Associa		per 1,000 gallons
	72.20	F 21 1,000 gameno